

Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 09516 090758Z

13

ACTION TRSE-00

INFO OCT-01 EA-11 ISO-00 SP-03 AID-20 EB-11 NSC-07 RSC-01

CIEP-03 SS-20 STR-08 OMB-01 CEA-02 CIAE-00 COME-00

FRB-03 INR-11 NSAE-00 XMB-07 OPIC-12 LAB-06 SIL-01

L-03 H-03 PA-04 PRS-01 USIA-15 IO-14 NEA-14 DRC-01

/183 W

----- 016175

R 090719Z AUG 74

FM AMEMBASSY MANILA

TO SECSTATE WASHDC 5917

LIMITED OFFICIAL USE MANILA 9516

USADB

TREASURY FOR FINKEL

E O 11652: DECLAS 12/31/75

TAGS: EAID, EFIN

SUBJ: ADB SALARY/RENT SUBSIDY PROPOSALS

1. ADB BOARD APPROVED 15 PERCENT SALARY INCREASE PROFESSIONAL STAFF AND 25 PERCENT INCREASE SUPPORTING STAFF. PROPOSALS CARRIED WITH 54 PERCENT OF WEIGHTED VOTING SHARES RECORDED IN FAVOR. U.S. DIRECTOR ON RECORD IN OPPOSITION TO BOTH MEASURES. RENT SUBSIDY PROPOSAL DISCUSSED BUT DECISION POSTPONED INDEFINITELY.

2. CONSIDERABLE OPPOSITION TO BANK SALARY PROPOSALS BASICALLY BECAUSE OF INADEQUATE DATA IN SUPPORT OF PERCENTAGE INCREASES PROPOSED. INDIA, AUSTRALIA, AND U.S. ON RECORD AGAINST BOTH PROPOSALS. IN GENERAL DISCUSSION PAKISTAN STRESSED OPPOSITION AS WELL SUGGESTING COMPROMISE FIGURE OF 13 PERCENT AVERAGE INCREASE. NUMEROUS DEVELOPING
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MANILA 09516 090758Z

COUNTRIES ON FENCE WITH SUPPORT COMING FROM JAPAN, EURO-

PEANS AND FINALLY KOREA WHICH TIPPED BALANCE. LESS
OPPOSITION TO 25 PERCENT INCREASE FOR SUPPORTING STAFF,
BASICALLY RESULTING FROM (A) CONCERN WITH 40 PERCENT CPI
INCREASE OVER PAST YEAR AND (B) STRONG REPUBLIC OF PHILI-
PPINES (RP) SUPPORT FOR INCREASE.

3. RENT SUBSIDY PROPOSAL AROUSED OPPOSITION FOR VARIOUS
REASONS. AUSTRALIA SUPPORTED U.S. POSITION RE PROPER
APPROACH THROUGH SALARY ADJUSTMENTS. INDIA, NEW ZEALAND,
PAKISTAN OPPOSED MEASURE AS WELL WHILE SEVERAL DEVELOPING
COUNTRY DIRECTORS, NOTABLY INDONESIAN AND KOREAN, EXPRESSED
RESERVATIONS. RP ALT. DIRECTOR EXPRESSLY OPPOSED MEASURE
ON GROUNDS DISCRIMINATORY TO PHIL PROFESSIONAL STAFF. EUROPEAN
GROUP, HOWEVER STRONGLY SUPPORTED MEASURE URGING IT BE
LIBERALIZED CONSIDERABLY. JAPANESE DIRECTOR WHILE SUPPORTING
IN PRINCIPLE SUGGESTED THOROUGH REESTUDY OF CONCEPT, A
PROPOSAL WHICH PRESIDENT INOUE HAPPY TO ACCEPT; HENCE INDEFINITE
POSTPONEMENT. FYI: INOUE REFUSED THROUGHOUT DISCUSSIONS
TO ALLOW SIMULTANEOUS CONSIDERATION OF SALARIES AND RENT
SUBSIDY PROPOSAL. SEVERAL EFFORTS MADE THIS END BY
NUMEROUS DIRECTORS INCLUDING U.S. TO NO AVAIL. END FYI.

4. IN LIGHT POSTPONEMENT, SOME BREATHING SPACE AT HAND
TO SEEK FIRM SUPPORT U.S. POSITION AGAINST RENT SUBSIDY
PROPOSAL. U.S. DIRECTOR PURSUING ISSUE WITH BOARD
MEMBERS. HOWEVER, STRONGLY SUGGEST WASHINGTON INITIATIVE,
PARTICULARLY WITH AUSTRALIA, KOREA, INDONESIA, AND PAKISTAN
WHOSE DIRECTORS APPARENTLY SPOKE WITHOUT GUIDANCE AND WHO
UNDOUBTEDLY WILL BE PRESSURED HEAVILY BY EUROPEANS TO
RELENT. RP SEEMS FIRMLY AGAINST AS WELL AS INDIA. JAPAN
THOUGH ON FENCE AT MOMENT WILL UNDOUBTEDLY SUPPORT.
SULLIVAN

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: WAGES, PERSONNEL, FOREIGN POLICY POSITION
Control Number: n/a
Copy: SINGLE
Draft Date: 09 AUG 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: cunninfx
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974MANILA09516
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740218-0230
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740860/aaaabzvy.tel
Line Count: 93
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: cunninfx
Review Comment: n/a
Review Content Flags:
Review Date: 09 AUG 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <09-Aug-2002 by worrelsw>; APPROVED <24 FEB 2003 by cunninfx>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: ADB SALARY/RENT SUBSIDY PROPOSALS
TAGS: EAID, EFIN, ADB-1
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005